



# **Dissolution of San Diego Data Processing Corporation Update**

**Budget and Finance Committee  
October 16, 2013**



# DPC Operational Update

- 4 remaining DPC employees supporting closing finance/operations, exit date is December 1<sup>st</sup>.
- Data Center ceased operations on August 31<sup>st</sup>.
- Building maintenance responsibilities transferred to the City on October 1<sup>st</sup>.
- FY13 Financial Audit has been completed with opinion letter issued.



# Dissolution Timing

- Letters to creditors were sent out on August 29<sup>th</sup>. Requires a 120 claim period. No claims to date have been filed.
- Letter to dissolve sent to Attorney General on Sept. 23<sup>rd</sup>. AG has granted our dissolution in a letter on October 2<sup>nd</sup>.
- Pension funds will have to transfer fiduciary ownership to the City pending an IRS determination letter.
- Assets will transfer to the City on December 30<sup>th</sup>.



## Pending Issues

- D&O Tail Insurance coverage is being re-quoted and will be executed by mid-November.
- Possible sale of one or both buildings possible before the end of December, working with Real Estate Assets Department.
- If the buildings sell, we will relocate all third party service vendors to downtown. Expense for relocation and rent will incur.



# List of Major Tasks for Dissolution Remaining

- Transfertitle of real estate assets
- Terminate Money Purchase Pension, 403(b) and 457(b) plans and distribute assets. (waiting IRS determination letters)
- Complete the FY13 federal/state tax filings.
- Transfer physical and electronic corporate records to City. (on-going)
- Sell or otherwise dispose of remaining physical assets. (on-going)
- Complete final dissolution legal filing with the State.
- Complete a short period financial statement.
- Prepare year-end W-2's and 1099 filings.





# Questions?